☘ HJ O'NEIL COMMODITY CONSULTING

Transportation and Export Report for 10 June 2021

The Capesize market remained soft as cargo demand out of Australia and Brazil has not yet improved. Short covering in the Panamax sector has supported values in and allowed Panamax and Supramax markets kept daily hire rates to move up slightly.
The containerized shipping situation remains much the same; and that is not good news for grain exporters and international buyers. Shipping lines state that they do not expect to see substantial improvement in service or rates until early or mid-2022. My expectation has been that we should see some improvement in the logistical picture by November or December; but much will depend on the economy and consumer spending levels.

BALTIC DRY-BULK PANAMAX INDEX CHANGES

Panamax Ocean Freight Indices					
10-Jun-2021		This Week	Last Week	Difference	Percent Change
P2A: Gulf/Atlantic - Japan	per day	40186	35818	4,368	12.2%
P3A: PNW/Pacific - Korea	per day	28086	26712	1,374	5.1%
S1C: US GULF-China-So.Japan	per day	36656	33533	3,123	9.3%
P7: Trial- Miss. River - Qingdao	per ton	73.186	67.671	5.5	8.1%
P8: Trial- Santos - Qingdao	per ton	60.043	56.000	4.0	7.2%

Recent history of freight values for Capesize vessels of Iron-Ore from West Australia to South China:

Four weeks ago:	$14.00-$15.00
Three weeks ago:	$12.00-$12.30
Two weeks ago:	$12.30-$13.30
One week ago:	$10.40-$11.00
This week	$9.60-$10.50

US Vessel Line-Ups/Estimated vessel berthing delays at U.S. Export Grain Elevators:

Mississippi River:	(10 elevators)	0-7 days (1 facility over 3 days. 1 facility not operating)
Miss. River Mid-Stream loaders:	(6+ Rigs)	0-2 days
Texas Gulf	(5 elevators)	0-7days (1 facilities over 4 days)
Pacific Northwest:	(9 elevators)	0-7 days (2 facilities over 5 days)

Panamax Market Spreads to Asia -China					
10-Jun-2021	PNW	GULF	Bushel Spread	MT Spread	Advantage
CORN	1.52	0.95	0.57	$22.44	PNW
SOYBEANS	1.65	0.98	0.67	$24.62	PNW
OCEAN FREIGHT	$38.50	$67.00	.70-75	$28.50	July

Current Grain Vessel Market Indications:

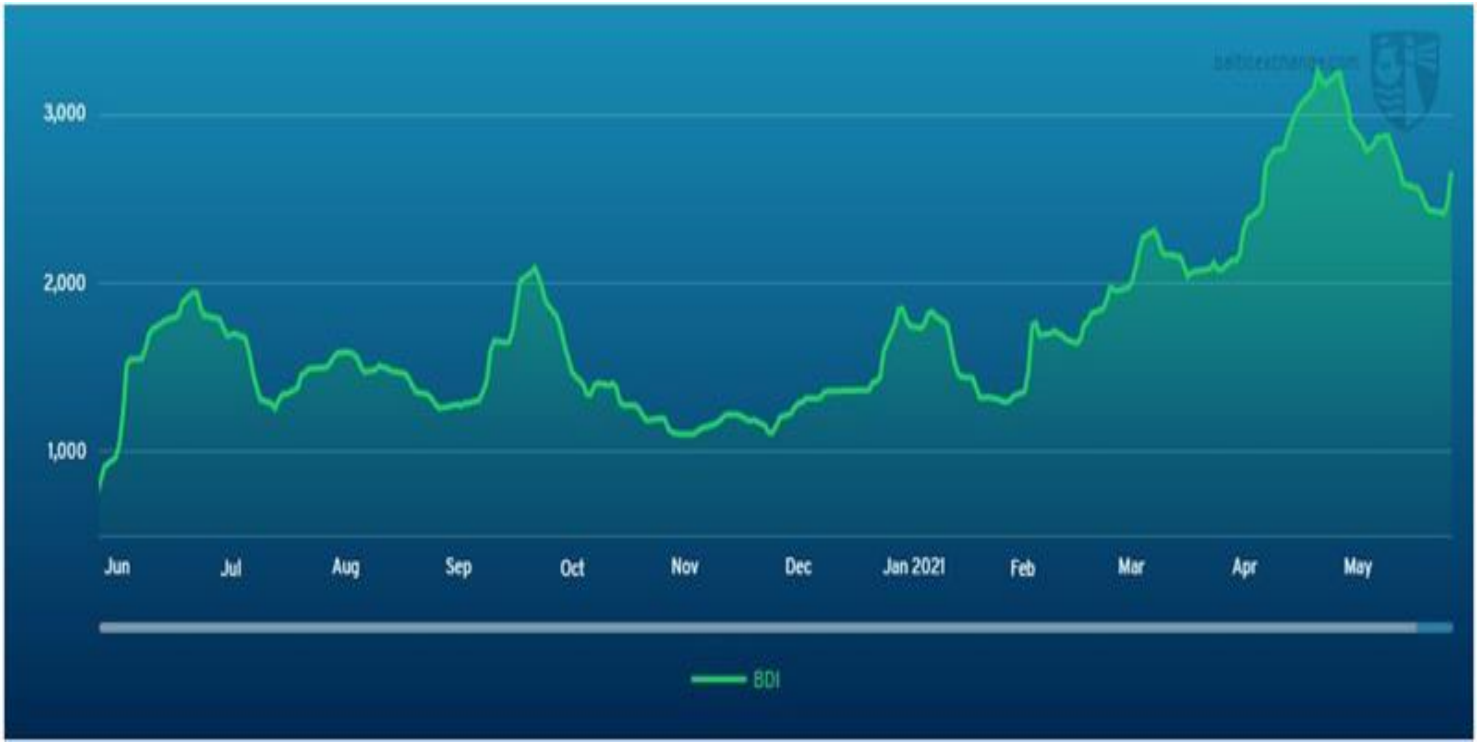
** Below rates are estimates for the nearby-30-day slots. 60-90 days forward rates will usually be higher.

Soybean Panamax USG to Spain is running $42.00 -$43.00/mt.

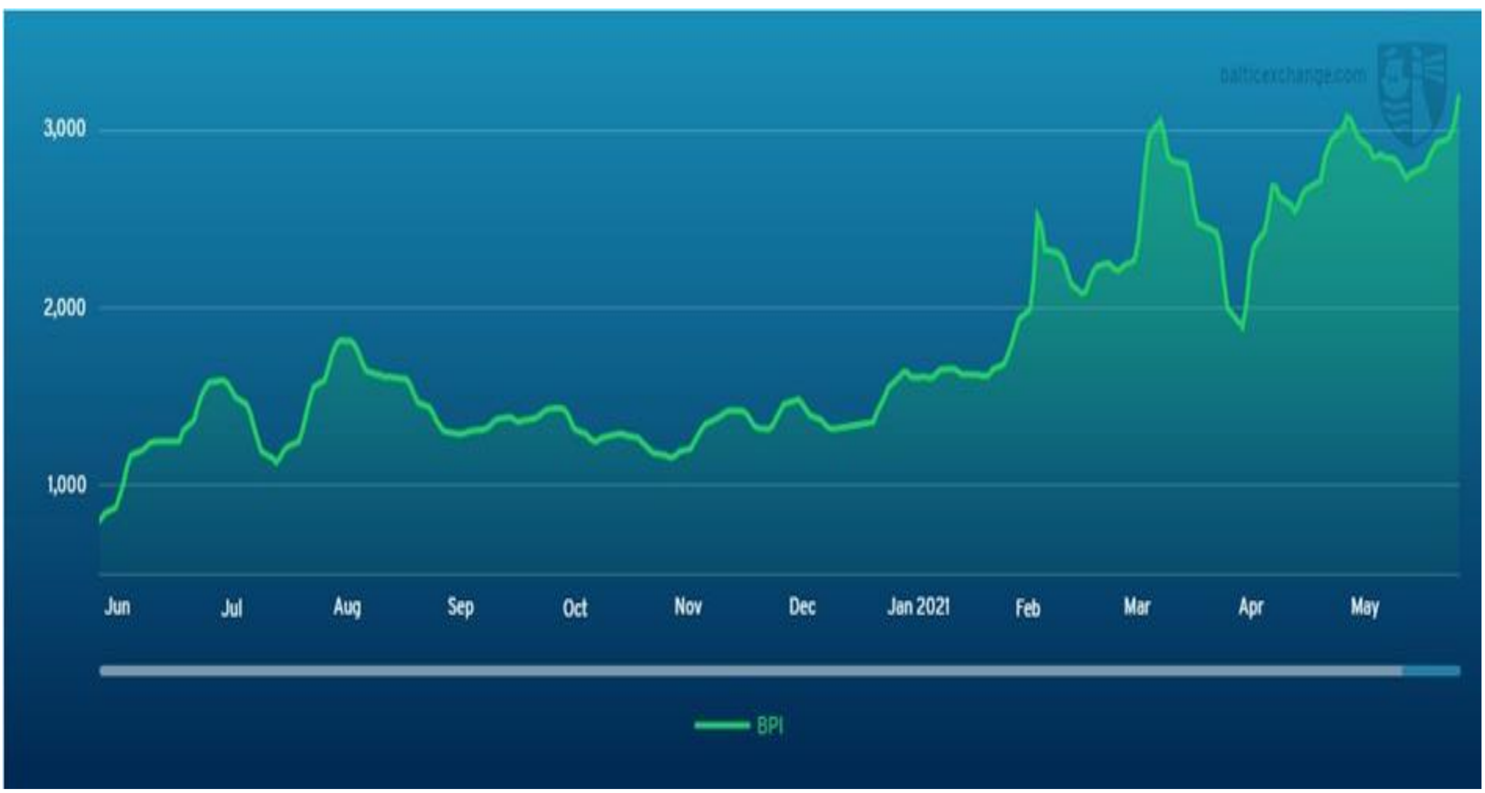
Soybean Brazil to Spain about $49.50 -50.50/mt.

Route and Vessel Size	Current Week USD/MT	Change from previous week	Remarks
55,000 U.S. Gulf-Japan	$68.00	Up $2.00	Handymax $68.50 mt
55,000 U.S. PNW- Japan	$39.00	Up $1.00	Handymax $39.00 mt
66,000 U.S. Gulf – China PNW to China	$67.00 $38.50	Up $2.50 Up $1.00	North China
25,000 U.S. Gulf- Veracruz, México	$27.50	Up $0.50	3,000 MT daily discharge rate
30-36,000+ U.S. Gulf- Veracruz, México	$25.00	Up $0.50	Deep draft and 6,000 MT per day discharge rate.
30-38,000 U.S. Gulf- Colombia 50,000 mt USG to E/C Colombia From Argentina	$37.00 $36.00 $50.50	Up $1.00	West Coast Colombia at $48.50
43-45,000 U.S. Gulf - Guatemala	$42.00	Up $1.00	Acajutla/Quetzal - 8,000 out
26-30,000 U.S. Gulf – Algeria	$53.00 $55.50	UP $2.00	8,000 mt daily discharge 3,000 mt daily discharge
30,000 US Gulf- Morocco	$51.50	Up $2.00	5,000 discharge rate
55-60,000 U.S. Gulf –Egypt PNW to Egypt	$53.50 $53.50	Up $2.00	60,000 -55,000 mt -Egypt Romania- Russia- Ukraine $20.00-$20.50 -$21.00 France $30.00
60-70,000 U.S. Gulf – Europe – Rotterdam	$21.50	Down $0.50	Handymax at +$1.75-$2.00 more
Brazil, Santos – China Brazil, Santos – China Northern Coast Brazil	$59.50 $58.50 $59.50	Up $3.00	54-59,000 Supramax-Panamax 60-66,000 Post Panamax Upriver No. Brazil Plus -55,000 mt Plus $7.50/mt
56-60,000 Argentina/Rosario-China Deep Draft	$64.50	Up $2.75	Upriver with BB Top Off Plus $3.75 mt

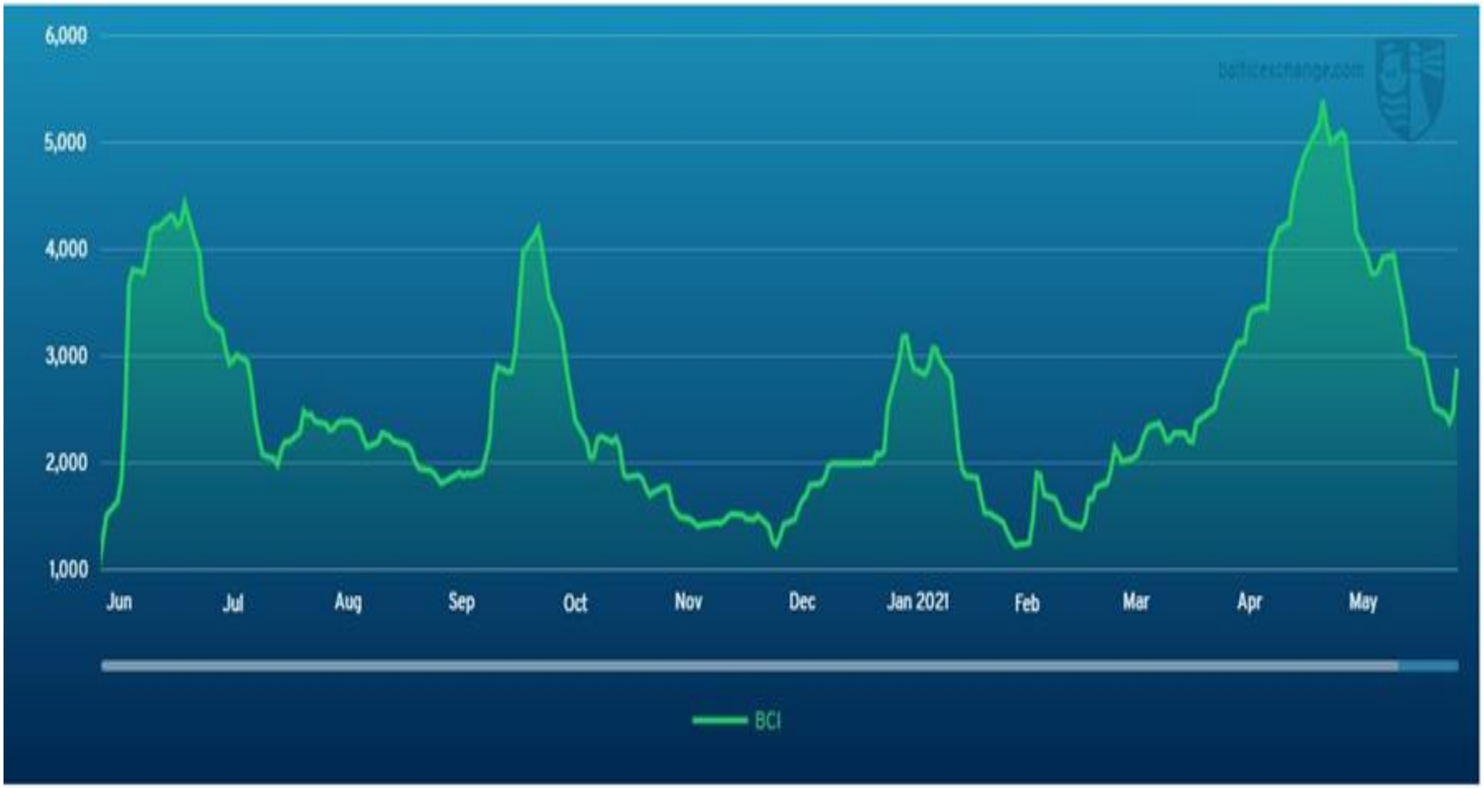
The Baltic Dry Freight Index



Baltic Panamax Index



Capesize Market Chart



China Import Dry Bulk Freight Index 2021-06-10					
Description	Size MT	Cargo/Vessel Size	Unit	Rate	Change
Composite Index			Point	1408.73	49.95
Iron ore Freight Index			Point	1189.49	80.02
Dampier(West Australia)-Qingdao (China)	170000/10%	Iron ore	$/ton	10.409	1.042
Soybean Freight Index			Point	1618.6	28.34
Santos(Brazil)— North China	66000/10%	Soybean	$/ton	58.275	1.067
Santos(Brazil)—North China	60000/10%	Soybean	$/ton	59.133	1.217
Tacoma(West America)—North China	63000/10%	Soybean	$/ton	38.3	0.417
Mississippi(US Gulf)—North China	66000/10%	Soybean	$/ton	66.983	1.242

10 June 2021 U.S. FOB Vessel Export Market Values:

U.S. Yellow Corn (USD/MT) FOB Vessel					CORN	FUTURES
#2 YC	GULF # 2 YC		PNW # 3 YC		N=	6.9900
Max. 14.5% moisture	BASIS	FLAT PRICE	BASIS	FLAT PRICE	U=	6.3825
July	0.95	**$312.58**	1.52	**$335.02**	Z=	6.1650
Aug.	1.38	**$305.59**	2.08	**$333.15**	H=	6.2200
Sept.	1.15	**$296.54**	2.00	**$330.00**	K=	6.2525
Oct.	1.30	**$293.88**	1.95	**$319.47**	N=	6.2475
Nov.	1.26	**$292.31**	1.59	**$305.30**	U=	5.4750
Dec.	1.20	**$289.94**	1.60	**$305.69**		

The Gulf spread between #2 & #3 YC is currently about .03 cents per bushel (1.18/mt) at USG but is out to .06/bushel in the PNW.

SORGHUM (USD/MT) FOB VESSEL		
#2 YGS Fob Vessel	TEXAS Gulf	
Max. 14.0% moisture	BASIS	FLAT PRICE
July	3.15	**$399.19**
Aug. (Z)	3.90	**$396.24**
Oct.	2.95	**$358.84**
Nov.	2.85	**$354.90**
Dec.	2.85	**$354.90**

Fob vessel Texas Gulf #2 Sorghum is about 129 % the value of #2 Yellow Corn at NOLA. And is above the price of Fob SRW & HRW Wheat at the U.S. Gulf.

U.S. SRW Wheat Fob Vessel at the Center U.S. Gulf

SRW Wheat	USD/MT	Fob Vessel	US Gulf	
	July	**Aug.**	**Sept.**	**Oct.**
FOB U.S. GULF	$278.79	$280.99	$282.10	$300.28
Basis	0.75	0.75	0.78	1.20
WN	6.8375			.
WU	6.8975			
WZ	6.9725			

CME/CBOT July 2021 (CN21) Corn Futures Chart

CME/CBOT July 2021 (WN21) SRW Wheat Futures Chart –

U.S. Soybean and SBM Markets Fob Vessel:

U.S. Yellow Soybeans (USD/MT) FOB Vessel				
# 2 YSB	U.S. Gulf #2 YSB		PNW #2 YSB	
14.0 % Moisture	Basis	Flat Price	Basis	Flat Price
July	0.98	**$603.33**	1.65	**$627.94**
Aug.	1.25	**$600.75**	1.90	**$624.64**
Oct.	1.24	**$581.83**	1.95	**$607.92**
Nov.	1.22	**$581.10**	1.85	**$604.24**
Dec.	1.26	**$583.12**	1.88	**$605.35**
Soybean Futures				
July	$ 15.4400			
Aug.	$ 15.1000			
Sept.	$ 14.6825			
Nov.	$ 14.5950			
Jan.	$ 14.6100			
Mar.	$ 14.3300			

U.S. SBM (USD/MT) FOB Vessel		
Fob U.S. Gulf Port	47.5 Pro. SBM	
max 12.5 % moisture	Basis	Flat Price
July	5.00	**$ 426.23**
Aug.	10.00	**$ 434.39**
Sept.	12.00	**$ 439.79**
Oct.	19.00	**$ 449.38**
Nov.	19.00	**$ 454.89**
SBM Futures		
SMN	$ 381.60	
SMQ	$ 384.00	
SMU	$ 386.90	
SMV	$ 388.60	
SMZ	$ 393.60	
SMF	$ 393.70	

CME July 2021 Soybean (SN21) Futures Chart:

CME July 2021 Soybean Meal (SMN21) Futures Chart

U.S. EXPORT STATISTICS: Report Activity as of Week Ending 27 May 2021

Thursday-Weekly U.S. Export Sales

Commodity	New Sales (000 MT)	YTD Export Commitments **(000 MT)	Total Projected Export Program for Year (000 MT)	Percent of Export Projection	Total Sales for Next Marketing Year '21-22 (000 MT)
Corn	637.4	69,108.2	62,230	111%	15,067.4
Sorghum	6.3	7,235.3	8,890	81%	1,595.0
Soybeans	114.9	61,536.9	56,470	109%	7,450.6
Wheat	23.4	25,645.1	24,490	105%	4,349.4
Barley	0.4	29.4	260	11%	22.2

U.S. EXPORT INSPECTIONS:

Monday's report 07 June 2021 for the Export week ending 03 June 2021

	Export Inspections		Current Market Year YTD	Previous Year to Date	2020/21 YTD as Percent of 2019/20 YTD (Wheat and Barley '22/'21 YTD vs '21/'20 YTD)
	This Week	Previous Week			
Corn	1,413,073	2,104,363	52,410,264	29,876,128	175%
Sorghum	216	236,955	6,203,846	3,519,171	176%
Soybeans	237,108	194,131	56,676,447	35,795,706	158%
Wheat	418,547	260,288	128,874	235,496	55%
Barley	0	0	0	367	0%

For further Export Sales details: http://www.fas.usda.gov/export-sales/esrd1.html

U.S. EXPORT INSPECTIONS:

Monday's report 07 June 2021 for the Export week ending 03 June 2021

Last Week								
(Metric Tons)	YC	%	WC	%	Sorghum	%	Soybeans	%
Lakes	0	0%	0	0%	0	0%	0	0%
Atlantic	0	0%	0	0%	0	0%	7,911	3%
Gulf	705,223	50%	0	0%	0	0%	119,780	51%
PNW	480,260	34%	245	2%	0	0%	9,244	4%
Interior Export Rail	215,969	15%	11,376	98%	216	100%	100,173	42%
Metric Tons	1,401,452		11,621		216		237,108	

Sorghum Shipments:	metric tons	
	192	Mexico
	24	Italy
	216	Total

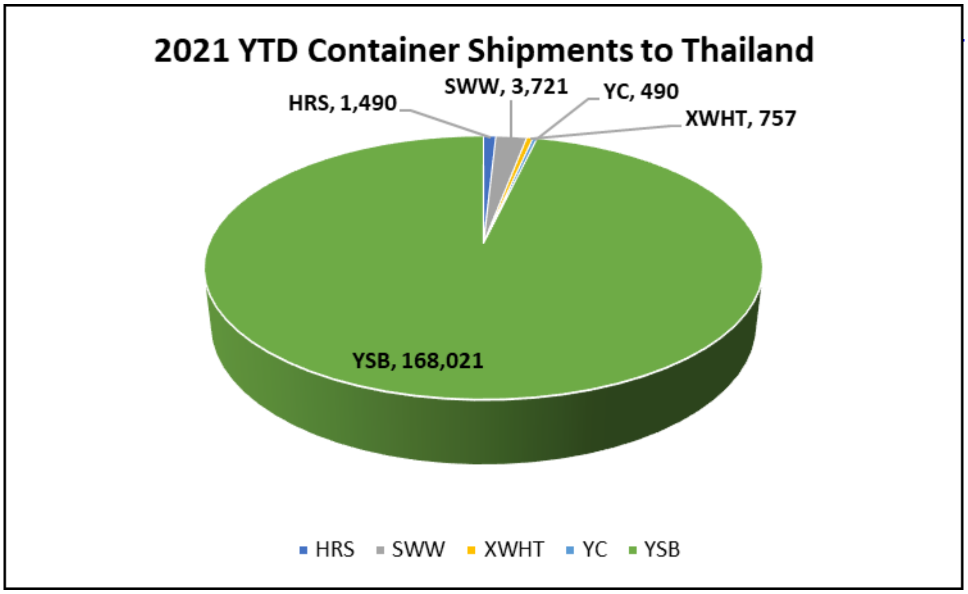
White Corn Shipments:	metric tons	
	245	Korea Rep
	11,376	Mexico
	11,621	Total

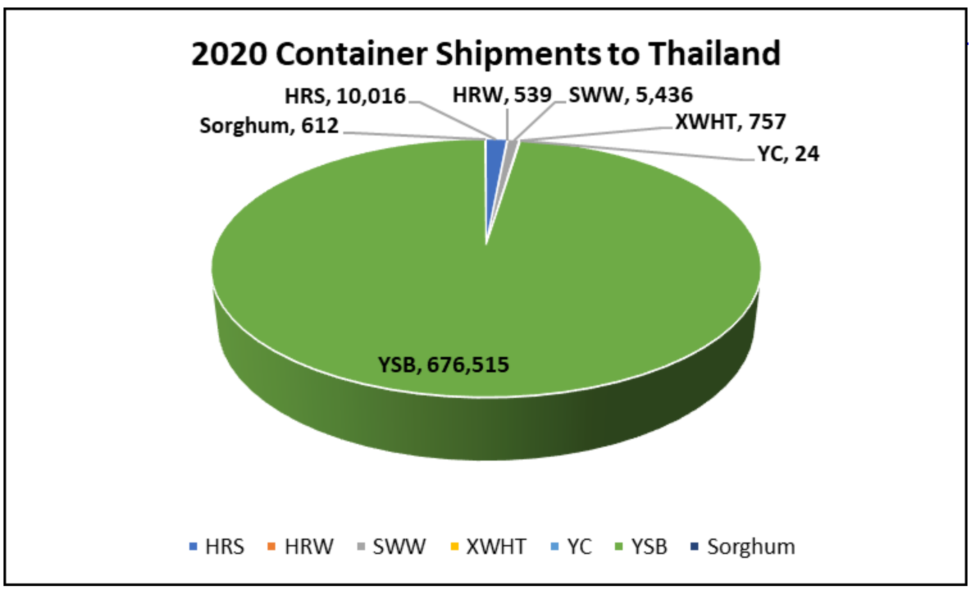
Export Inspection Highlights

Data sheet below: *USDA weekly export inspections report with corrections to the last three weeks' grain export inspections reports. (This usually covers a 2-5-week prior time frame).*

CONTAINER SHIPMENTS of GRAIN									
USDA Grain Inspections Report:			3-Jun-2021						
Last Week	metric tons								MT
	YC	WC	YSB	SRW	NS	SWH	HRW	Sorghum	TOTAL
China			3,723	1,101					4,824
Taiwan	5,900		1,420						7,320
Hong Kong	1,150								1,150
Costa Rica									0
Indonesia			16,868						16,868
French Poly									0
Japan			537						537
Korea Rep.			2,253						2,253
Sri Lanka									0
Malaysia			1,494						1,494
Cambodia									0
Philippines			1,567						1,567
Thailand			1,738						1,738
Nepal									0
Italy								24	24
Bangladesh									0
Oman									0
Vietnam			7,857						7,857
Sub Total:	**7,050**	**0**	**37,457**	**1,101**	**0**	**0**	**0**	**24**	**45,632**
USDA Corrections/Additions to previous reports:									
Taiwan									0
China									0
Hong Kong									0
Korea Rep.									0
Cambodia									0
Japan									0
Philippines									0
Indonesia									0
Malaysia									0
Thailand									0
Vietnam									0
Bangladesh									0
Canada									0
Sub Total:	0	0	0	0	0	0	0	0	0
Mt. Grand Total	**7,050**	**0**	**37,457**	**1,101**	**0**	**0**	**0**	**24**	**45,632**
Number of Containers	307	0	1,629	48	0	0	0	1	

Jan - Dec 2020 Annual Totals versus 2021 YTD Container Shipments (in MT)





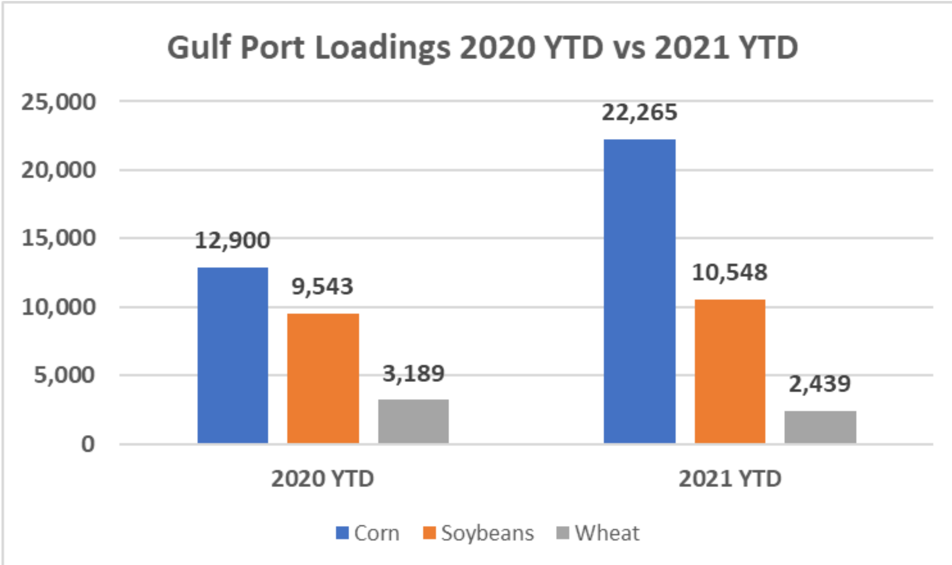
Grain Inspections for Export by U.S. Port Regions:
U.S. Gulf and Pacific Northwest 2020 YTD vs. 2021 YTD

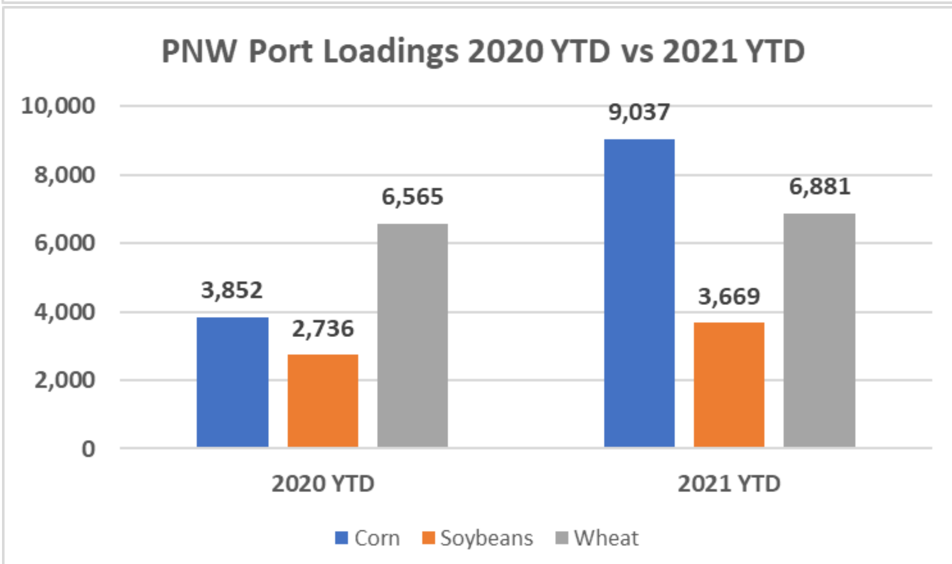
PORT LOADINGS US Gulf				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
GULF				
2020 YTD	12,900	9,543	3,189	25,632
2021 YTD	22,265	10,548	2,439	35,252
2021 as % of 2020	173%	111%	76%	138%

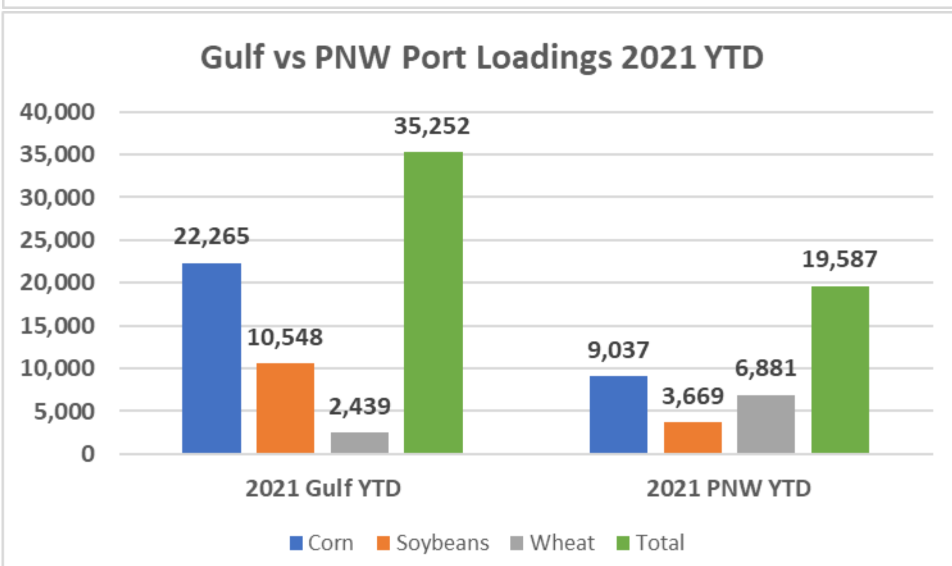
PORT LOADINGS US PNW				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
PNW				
2020 YTD	3,852	2,736	6,565	13,153
2021 YTD	9,037	3,669	6,881	19,587
2021 as % of 2020	235%	134%	105%	149%

PORT LOADINGS GULF vs. PNW				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
2021 Gulf YTD	22,265	10,548	2,439	35,252
2021 PNW YTD	9,037	3,669	6,881	19,587
TOTAL	31,302	14,217	9,320	54,839
Gulf Percentage	71%	74%	26%	64%
PNW Percentage	29%	26%	74%	36%

Grain Inspections for Export by U.S. Port Regions (1,000MT): U.S. Gulf and Pacific Northwest 2020 YTD vs. 2021 YTD

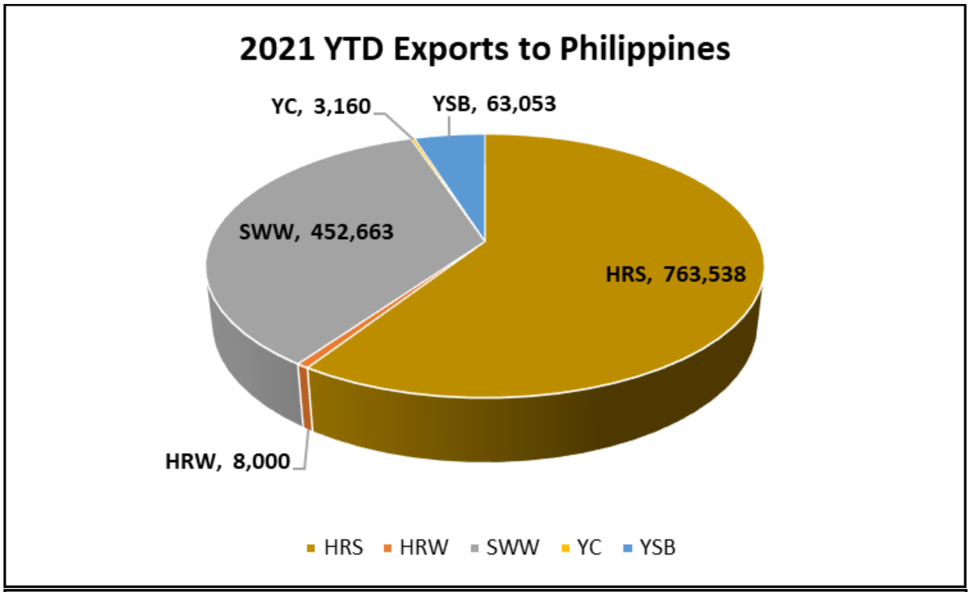


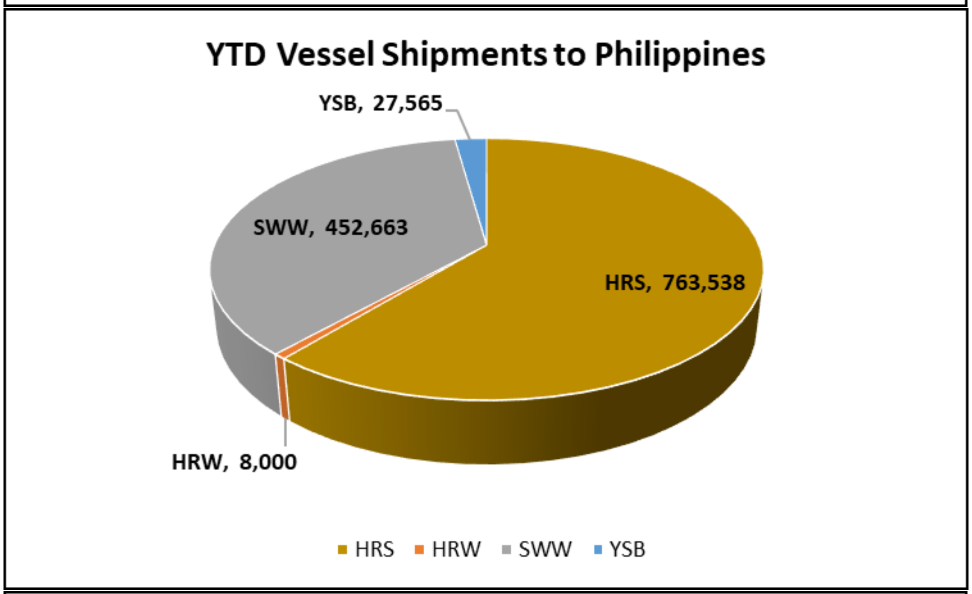


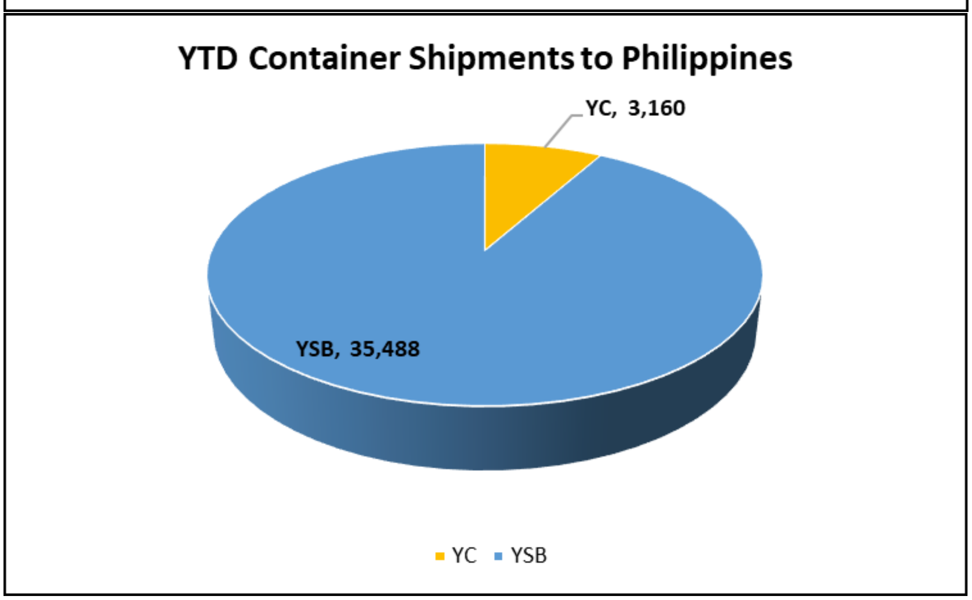


Source: USDA-data

2021 YTD Total Grain Exports reported by USDA (in MT)





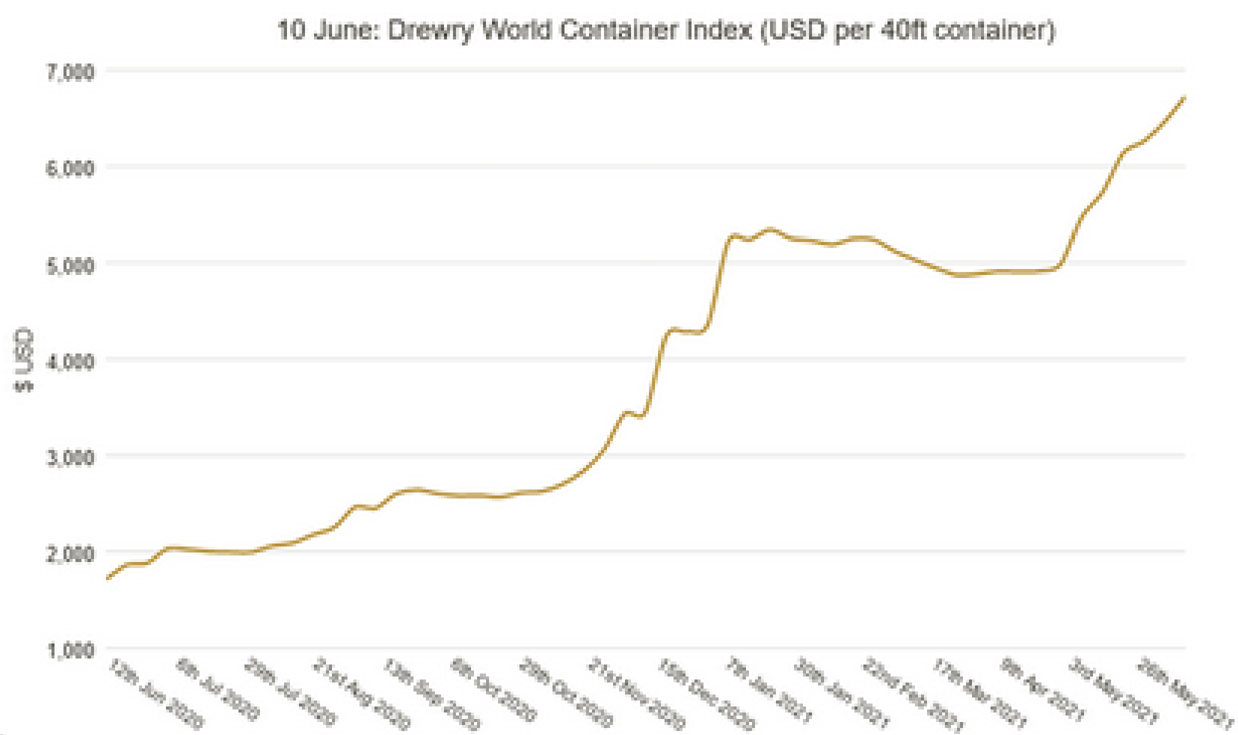


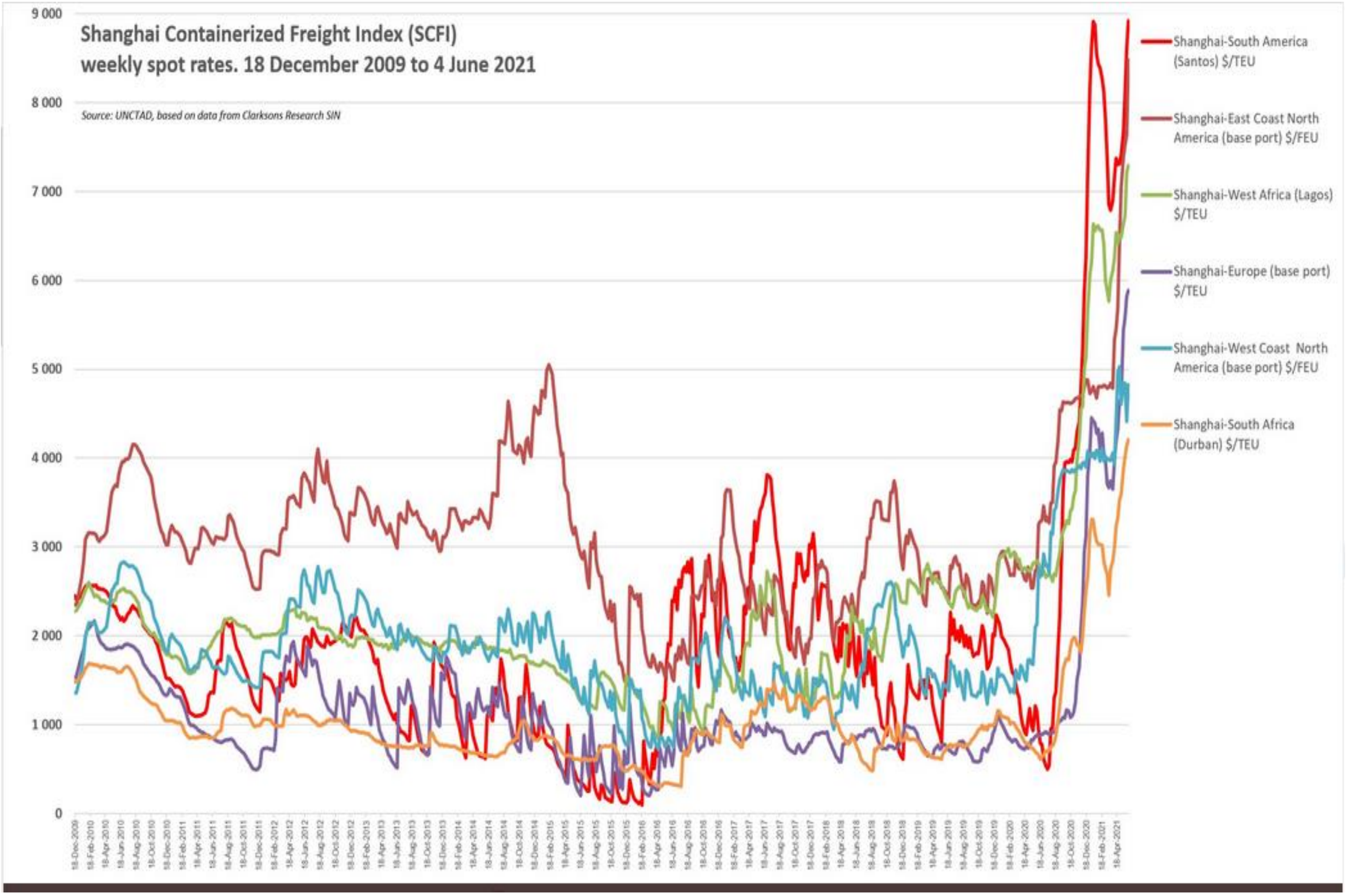
*Please keep in mind that USDA does not report DDGS sales

Shipping News

Drewry @DrewryShipping · 5h

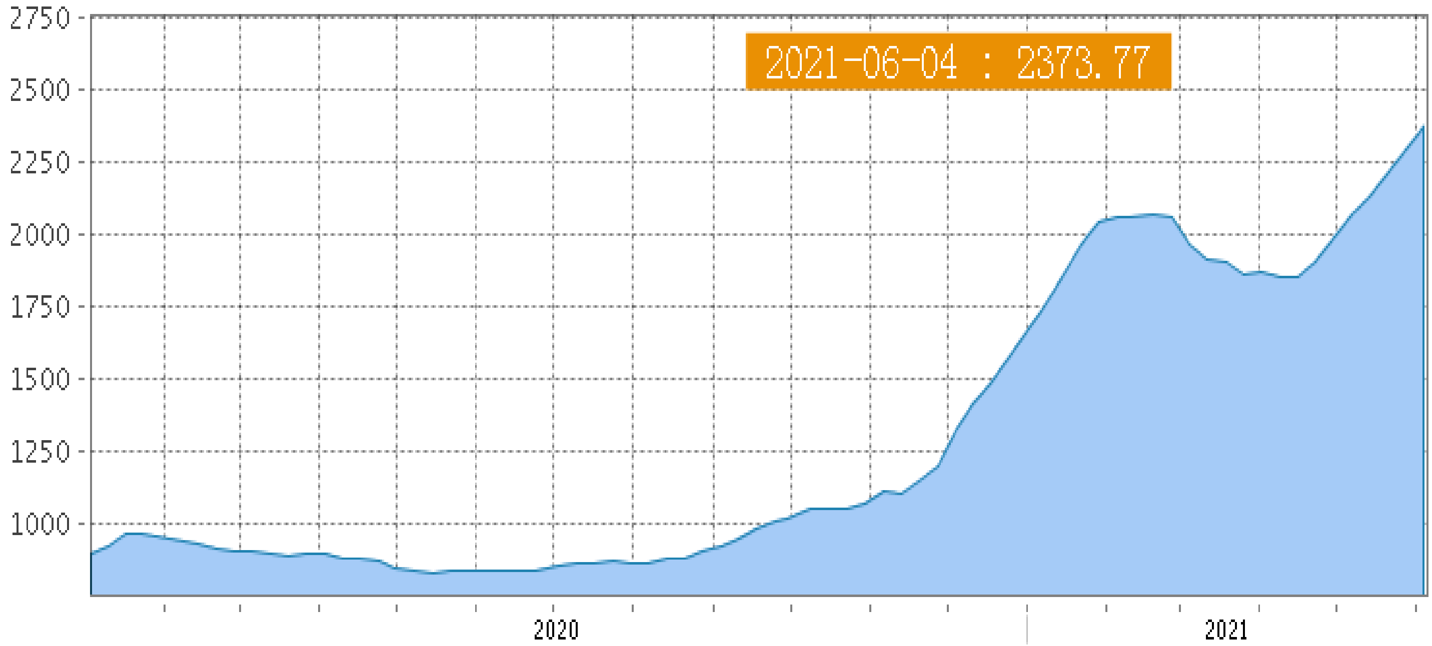
The composite index increased 4.1% or $263 this week, and also, remains 298.8% higher than a year ago. Freight rates on Shanghai-New York surged $692 to reach $8,251 for a 40ft container. View our detailed assessment: drewry.co.uk/supply-chain-a... #shipping #containers #SupplyChains





Shanghai Containerized Freight Index (SCFI)
weekly spot rates. 18 December 2009 to 4 June 2021
Source: UNCTAD, based on data from Clarksons Research SIN
9 000
8 000
7 000
6 000
5 000
4 000
3 000
2 000
1 000
0
Shanghai-South America (Santos) $/TEU
Shanghai-East Coast North America (base port) $/FEU
Shanghai-West Africa (Lagos) $/TEU
Shanghai-Europe (base port) $/TEU
Shanghai-West Coast North America (base port) $/FEU
Shanghai-South Africa (Durban) $/TEU

China Containerized Freight Index



China Import Dry Bulk Freight Index

U.S. RIVER BARGE FREIGHT

Current Barge Freight for Placement First Half July 2021

Placement FH July 2021	% of		Corn	Soybeans-Wheat
	Tariff	MT	BU	BU
Upper Mississippi	400	$27.29	0.69	0.74
Illinois River (Pekin and South)	305	$20.81	0.53	0.57
Mid-Mississippi	305	$14.99	0.38	0.41
Lower Ohio	240	$11.80	0.30	0.32
St. Louis	205	$ 9.02	0.23	0.25

Secondary Rail Car Market for car placement period: First Half July 2021.

Secondary Rail Car Market Placement FH. July 2021	BID USD	ASK USD	BID BU.	ASK BU.	BID MT	ASK MT
BNSF Shutle Trains	$ (300.00)	$ (200.00)	$ (0.08)	$ (0.05)	$ (2.95)	$ (1.97)
UPRR Shuttle Trains	$ (400.00)	$ (300.00)	$ (0.10)	$ (0.08)	$ (3.94)	$ (2.95)

Best Regards,

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